Billing Code 4165-15

## DEPARTMENT OF HEALTH AND HUMAN SERVICES

Health Resources and Services Administration

Agency Information Collection Activities: Submission for OMB Review; Comment Request

Periodically, the Health Resources and Services Administration (HRSA) publishes abstracts of information collection requests under review by the Office of Management and Budget (OMB), in compliance with the Paperwork Reduction Act of 1995 (44 U.S.C. Chapter 35). To request a copy of the clearance requests submitted to OMB for review, email <a href="mailto:paperwork@hrsa.gov">paperwork@hrsa.gov</a> or call the HRSA Reports Clearance Office on (301)-443-1984.

The following request has been submitted to the Office of Management and Budget for review under the Paperwork Reduction Act of 1995:

Proposed Project: Enrollment and Re-Certification of Entities in the 340B Drug Pricing

Program (OMB No. 0915-0327) - [Revision]

Section 602 of Pub. L. 102-585, the Veterans Health Care Act of 1992, enacted section 340B of the Public Health Service Act (PHS Act), "Limitation on Prices of Drugs Purchased by Covered Entities." Section 340B provides that a manufacturer who sells covered outpatient drugs to eligible entities must sign a Pharmaceutical Pricing Agreement with the Secretary of Health and Human Services in which the manufacturer agrees to charge a price for covered outpatient drugs that will not exceed an amount determined under a statutory formula.

Covered entities which choose to participate in the section 340B Drug Pricing Program must comply with the requirements of section 340B(a)(5) of the PHS Act. Section 340B(a)(5)(A) prohibits a covered entity from accepting a discount for a drug that would also generate a Medicaid rebate. Further, section 340B(a)(5)(B) prohibits a covered entity from reselling or otherwise transferring a discounted drug to a person who is not a patient of the entity.

In response to the statutory mandate of section 340B(a)(9) of the PHS Act to notify manufacturers of the identities of covered entities and the mandate of section 340B(a)(5)(A)(ii) to establish a mechanism to ensure against duplicate discounts and the ongoing responsibility to administer the 340B Drug Pricing Program while maintaining efficiency, transparency and integrity, the HRSA Office of Pharmacy Affairs (OPA) developed a process of registration of covered entities to enable it to address those mandates.

## **Enrollment/Registration**

To enroll and certify the eligible federally funded grantees and other safety net health care providers, OPA requires entities to submit administrative information (e.g. shipping and billing arrangements, Medicaid participation), certifying information and signatures from appropriate grantee level or entity level authorizing officials and state/local government representatives. The purpose of this registration information is to determine eligibility for the 340B Drug Pricing Program. This information is entered into the 340B database by entities and verified by OPA staff according to 340B Drug Pricing Program requirements. Accurate records are critical to implementation of the 340B Drug Pricing Program legislation, especially to prevent diversion and duplicate discounts. To maintain accurate records, 340B statute also requires that entities recertify eligibility annually and that they notify the program of updates to any administrative

information that they submitted when initially enrolling into the program. The burden requirement is low for recertification and for submitting change requests.

## **Contract Pharmacy Self-Certification**

In order to ensure that drug manufacturers and drug wholesalers recognize contract pharmacy arrangements, covered entities that elect to utilize one or more contract pharmacies are also required to submit general information about the arrangements and to certify that signed agreements are in place with those contract pharmacies.

## **Pharmaceutical Pricing Agreement**

In accordance with the guidance found in the May 7, 1993, *Federal Register*, Section 340B provides that a manufacturer who sells covered outpatient drugs to eligible entities must sign a Pharmaceutical Pricing Agreement (the "Agreement") with the Secretary of Health and Human Services (the "Secretary") in which the manufacturer agrees to charge a price for covered outpatient drugs that will not exceed the average manufacturer price ("AMP") decreased by a rebate percentage.

The estimates of annualized burden are as follows:

	Number of	Dagnangag	Total	Цонга тат	Total
Panarting Paguirament	Number of	Responses	Total	Hours per	Total Burden
Reporting Requirement	Respondents	per Respondent	Responses	Response	Hours
HOCDITAL ENDOLL	MENT ADD		 	ATIONS	пошѕ
HOSPITAL ENROLLMENT, ADDITIONS & RECERTIFICATIONS					
340B Program Registrations &	546	1	546	2.0	1,092.0
Certifications for Hospitals					ŕ
Certifications to Enroll Hospital	606	1	606	0.5	303.0
Outpatient Facilities					
Hospital Annual Recertification	4,842	1	4,842	0.5	2,421.0
REGISTRATIONS AND RI	ECERTIFICA'	TIONS FOR	ENTITIES (	DTHER TH	IAN
HOSPITALS					
340B Registrations for Community	253	1	253	1.0	253.0
Health Centers					
340B Registrations for Family	353	1	353	1.0	353.0
Planning Programs, STD/TB					
Clinics and Various Other Eligible					
Entity Types					
Community Health Center Annual	4,507	1	4,507	0.5	2,253.5
Recertification					
Family Planning Annual	3,879	1	3,879	0.5	1,939.5
Recertification					
STD & TB Annual Recertification	2,754	1	2,754	0.5	1,377.0
Annual Recertification for entities	1,174	1	1,174	0.5	587.0
other than Hospitals, Community	,		,		
Health Centers, Family Planning,					
STD or TB Clinics					
CONTRACTED PHARMACY SERVICES REGISTRATIONS					
Contracted Pharmacy Services	2500	1	2500	1.0	2500.0
Registration					
OTHER INFORMATION COLLECTIONS					
Submission of Administrative	2,500	1	2,500	0.5	1,250.0
Changes for any Covered Entity	_,= 5		_,;; ; ;	0.5	-,
Submission of Administrative	350	1	350	0.5	175.0
Changes for any Manufacturer					
Pharmaceutical Pricing Agreement	200	1	200	1.0	200.0
TOTAL	24,464		24,464		14,704.0
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Written comments and recommendations concerning the proposed information collection should

be sent within 30 days of this notice to the desk officer for HRSA, either by email to

OIRA submission@omb.eop.gov or by fax to 202-395-6974. Please direct all correspondence

to the "attention of the desk officer for HRSA."

Dated: July 16, 2012

Jennifer Riggle

Deputy Director, Office of Management

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